

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6429

BILL NUMBER: SB 483

NOTE PREPARED: Jan 13, 2011

BILL AMENDED:

SUBJECT: Electronic Filing of Business Tax Returns.

FIRST AUTHOR: Sen. Kruse

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: ☒ **GENERAL**
☐ **DEDICATED**
☐ **FEDERAL**

IMPACT: State

Summary of Legislation: This bill requires the Department of State Revenue (DOR) to permit filing of corporate income tax returns and information returns for pass through entities in an electronic format.

Effective Date: July 1, 2011.

Explanation of State Expenditures: (Revised) The DOR estimates that the start up costs would be about \$1.5 M to \$1.8 M to provide an electronic filing application for corporate taxpayers. Once the application was implemented, it would result in administrative cost savings to the DOR depending on the number of corporate taxpayers that decide to utilize the electronic filing system.

Currently, the DOR provides electronic filing for individual income tax returns. The DOR reports that it costs \$0.08 to process a individual income tax return filed electronically versus \$2 to \$3 for an individual income tax return filed in paper form.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Department of State Revenue.

Local Agencies Affected:

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